## LEGAL NOTICE

## STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1<sup>st</sup> Floor, LaSalle Building, 617 North 3<sup>rd</sup> Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY, AUGUST 28, 2007,** upon the application of **CHESAPEAKE OPERATING, INC.** 

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Haynesville Zone**, **Reservoir A**; the Cotton Valley Formation, Reservoir A; the Hosston Formation, Reservoir A and the Pettit Formation, Reservoir A, in the Caspiana Field, Caddo Parish, Louisiana.

- 1. To establish rules and regulations and create a single drilling and production unit for the exploration for and production of gas and condensate from the Haynesville Zone, Reservoir A.
- 2. To force pool and unitize all separately owned tracts, mineral leases and other property interests within the proposed HA RA SUA, with allocation of production from the unit well to the tracts within such unit therefor to be on the basis of surface acreage.
- 3. To permit the Applicant to drill, designate and utilize the Chesapeake Operating, Inc.-Williams 22 No. 3 Well, at the location shown on the plat submitted with the application, as the unit well for the proposed HA RA SUA, and to designate Chesapeake Operating, Inc. as the operator of said unit.
- 4. To provide that future wells drilled to the Haynesville Zone, Reservoir A, shall be located in accordance with Statewide Order No. 29-E.
- 5. To redefine the Cotton Valley Formation, Reservoir A, INSOFAR AND ONLY INSOFAR AS TO CV RA SU88, as shown on the plat submitted with the application, as being the stratigraphic equivalent of that gas and condensate bearing interval encountered between the depths of 8,895' and 10,910' (electrical log measurements) in the Chesapeake Operating, Inc.-SRLT 29 No. 1 Well, located in Section 29, Township 16 North, Range 15 West.
- 6. Except for the redefinition of the Cotton Valley Formation, Reservoir A, as set forth herein, to ratify, confirm and continue CV RA SU88 in full force and effect.
- 7. To permit the Applicant to drill, designate and utilize its Williams 22 No. 3 Well as an alternate unit well for CV RA SU88, HOSS RA SU95 and PET RA SUZZ, at the location shown on the plats submitted with the application, in exception to the spacing provisions of Office of Conservation Order No. 191-A, effective February 15, 1975, Order No. 191-B, effective April 15, 1975 and Order No. 191-C, effective April 13, 1976.

## -6-<u>CASPIANA FIELD</u> 07-941 thru 07-944

- 8. To extend the provisions of Order No. 191-20, effective April 18, 2000, to permit the downhole combination of the Haynesville Zone, Reservoir A, with the Cotton Valley Formation, Reservoir A, Hosston Formation, Reservoir A, and Pettit Formation, Reservoir A, in the wellbore of any well drilled in HA RA SUA, CV RA SU88, HOSS RA SU95, and PET RA SUZZ in which the ownership and acreage is identical.
- 9. To consider such other matters as may be pertinent.

The Haynesville Zone, Reservoir A, is defined as being the stratigraphic equivalent of that gas and condensate bearing interval encountered between the depths of 10,910' and 11,487' (electrical log measurements) in the Chesapeake Operating, Inc.-SRLT 29 No. 1 Well, located in Section 29, Township 16 North, Range 15 West.

The Cotton Valley Formation, Reservoir A, was initially defined in Office of Conservation Order No. 191-A, effective February 15, 1975, was further defined in Order No. 191-A-5, effective February 22, 1983, and was redefined in Order No. 191-A-131, effective April 18, 2006, but shall be redefined as set forth above.

The Hosston Formation, Reservoir A, was initially defined in Order No. 191-B, effective April 15, 1975, and was redefined as to HOSS RA SU95 by Order No. 191-B-125, effective April 18, 2006.

The Pettit Formation, Reservoir A, was initially defined in Order No. 191-C, effective April 13, 1976, and was redefined as to PET RA SUZZ by Order No. 191-C-6, effective April 8, 2006.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

**BY ORDER OF:** 

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, LA 7/24/07;7/27/07 S lck

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.